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John J. Finnigan, Jr.
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VIA OVERNIGHT MAIL

March 29, 2006

Ms. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602-0615

Re: Joint Application of Duke Energy Corporation, Duke Energy Holding Corp., Deer Acquisition Corp., Cougar Acquisition Corp., Cinergy Corp., The Cincinnati Gas & Electric Company and The Union Light, Heat and Power Company for Approval of a Transfer and Acquisition of Control, Case No. 2005-00228

Dear Ms. O'Donnell:

The Commission's November 29, 2005 Order approving the Duke/Cinergy merger required the Joint Applicants to report on the date of the merger and the effective date of the tariff which provides rate credits for the customers' share of the merger savings.

The Joint Applicants obtained the final regulatory approval for the merger on March 24, 2006, when the North Carolina Utilities Commission issued its order approving the merger. The merger is scheduled to close on April 1, 2006. Under the terms of this Commission's Order approving the merger, the rate credits and the mechanism for sharing profits from off-system sales must be implemented with the first billing cycle which begins at least 30 days but no more than 60 days following the merger closing. The next billing cycle which begins at least 30 days after the April 1, 2006 closing date is the May billing cycle, which begins on May 1, 2006. Accordingly, the Company will begin implementing the merger savings rate credits and the mechanism for sharing profits from off-system sales for meters read on and after May 1, 2006.

If you have questions or comments, please feel free to contact me at (513) 287-3601. Thank you.

Sincerely,



John J. Finnigan, Jr.
Senior Counsel

JJF/sew